

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007
(IN THOUSANDS)
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES				INTERNAL SERVICE FUNDS
	PUBLIC TRANSPORTATION	WATER QUALITY	OTHER ENTERPRISE FUNDS	TOTAL	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 156,247	\$ 272,723	\$ 109,152	\$ 538,122	\$ 394,210
Cash payments to suppliers for goods and services	(167,244)	(52,455)	(51,864)	(271,563)	(276,843)
Cash payments for employee services	(331,268)	(37,145)	(43,529)	(411,942)	(78,972)
Other receipts	-	-	3,858	3,858	2,839
Other payments	-	-	(4,717)	(4,717)	-
Net cash provided (used) by operating activities	<u>(342,265)</u>	<u>183,123</u>	<u>12,900</u>	<u>(146,242)</u>	<u>41,234</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Operating grants and subsidies received	519,224	-	-	519,224	-
Advances to other funds	452	-	-	452	-
Interest paid on short-term loans	-	(44)	-	(44)	(75)
Interfund loan principal	-	-	-	-	642
Transfers in	-	-	-	-	1,620
Transfers out	(751)	(161)	(416)	(1,328)	(4,866)
Net cash provided (used) by noncapital financing activities	<u>518,925</u>	<u>(205)</u>	<u>(416)</u>	<u>518,304</u>	<u>(2,679)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(65,757)	(343,423)	(43,776)	(452,956)	(84,152)
Principal paid on general obligation bonds	(7,095)	(6,005)	(6,497)	(19,597)	(315)
Proceeds from new revenue bond issue	-	250,000	40,635	290,635	252,120
Interest paid on general obligation bonds	(8,235)	(25,204)	(1,676)	(35,115)	(39)
Assessment principal and interest paid	-	-	-	-	(21)
Principal paid on revenue bonds	-	(24,885)	-	(24,885)	(70,370)
Interest paid on revenue bonds	-	(69,867)	-	(69,867)	(9,987)
Principal paid on capital leases	(77)	-	-	(77)	-
Interest paid on capital leases	(178)	-	-	(178)	-
Assessment principal, interest, and penalties received	323	-	-	323	-
Proceeds from notes payable	-	50,000	-	-	-
Interest paid on notes payable	-	(3,451)	-	(3,451)	-
Principal paid on state loans	-	(5,472)	-	(5,472)	-
Interest paid on state loans	-	(1,773)	-	(1,773)	-
Proceeds from new state loans	-	5,374	-	5,374	-
Capital grants and contributions	2,768	1,164	3,223	7,155	-
Deferred costs	-	9,596	(2,741)	6,855	(1,717)
Proceeds from disposal of capital assets	11,066	-	262	11,328	757
Net cash provided (used) by capital and related financing activities	<u>(67,185)</u>	<u>(163,946)</u>	<u>(10,570)</u>	<u>(241,701)</u>	<u>86,276</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Decrease in pooled reverse repurchase agreements	(9,825)	(9,828)	(5,831)	(25,484)	(5,537)
Interest on investments (including unrealized gains/losses reported as cash and cash equivalents)	10,628	6,853	5,085	22,566	7,491
Purchase of investments	-	-	-	-	(3,141)
Net cash provided (used) by investing activities	<u>803</u>	<u>(2,975)</u>	<u>(746)</u>	<u>(2,918)</u>	<u>(1,187)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	110,278	15,997	1,168	127,443	123,644
CASH AND CASH EQUIVALENTS – JANUARY 1, 2007	248,110	233,718	155,880	637,708	239,156
CASH AND CASH EQUIVALENTS – DECEMBER 31, 2007	<u>\$ 358,388</u>	<u>\$ 249,715</u>	<u>\$ 157,048</u>	<u>\$ 765,151</u>	<u>\$ 362,800</u>

The notes to the financial statements are an integral part of this statement.

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(IN THOUSANDS)
(PAGE 2 OF 2)

	BUSINESS-TYPE ACTIVITIES				INTERNAL SERVICE FUNDS
	PUBLIC TRANSPORTATION	WATER QUALITY	OTHER ENTERPRISE FUNDS	TOTAL	
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (434,357)	\$ 92,575	\$ (22,014)	\$ (363,796)	\$ 10,484
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Depreciation	82,113	74,781	17,874	174,768	11,672
Landfill closure and post-closure care	-	-	18,918	18,918	-
Other nonoperating revenue/expense	-	-	(1,668)	(1,668)	-
Changes in assets - (increase) decrease					
Accounts receivable, net	(296)	1,469	(798)	375	(193)
Due from other funds	(25,544)	-	358	(25,186)	2,987
Due from other governments, net	(1,103)	-	(361)	(1,464)	(96)
Inventory of supplies	490	(258)	(137)	95	(152)
Prepayments	(2,171)	-	2	(2,169)	541
Changes in liabilities - increase (decrease)					
Accounts payable	8,475	7,968	482	16,925	(4,780)
Due to other funds	23,377	(1,767)	(69)	21,541	88
Rate Stabilization	-	8,250	-	8,250	-
Wages payable	1,455	105	176	1,736	247
Taxes payable	(34)	-	16	(18)	6
Unearned revenues	3,256	-	(50)	3,206	186
Claims and judgments payable	886	-	-	886	-
Estimated claim settlements	-	-	-	-	19,796
Compensated absences	325	-	113	438	190
Other postemployment benefits	863	-	109	972	202
Customer deposits and other liabilities	-	-	(51)	(51)	56
Total adjustments	92,092	90,548	34,914	217,554	30,750
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (342,265)	\$ 183,123	\$ 12,900	\$ (146,242)	\$ 41,234
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:					
Contributions of capital assets from government	\$ 346	\$ 296	\$ 207	\$ 849	\$ 1,904

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